GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1770
ANSWERED ON:10.12.2004
HAWALA TRANSACTIONS
Chandrappan Shri C.K.;Nair Shri P.K. Vasudevan;Thomas Shri P.C.;Veerendra Kumar Shri M.P.

Will the Minister of FINANCE be pleased to state:

(a) whether Directorate of Revenue Intelligence is investigating into the allegations of large scale Hawala money pouring into Kerala during the recent months;

(b) if so, whether the Union Government has taken due cognizance of these allegations;

(c) whether Kerala Government has also requested the Union Government for any enquiry into the allegations;

(d) whether evidence of such money coming into various co-operative and other banks in Kerala have been received; and

(e) if so, the action being taken by the Union Government thereto?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S.PALANIMANICKAM)

(a) & (b) No. The Directorate of Revenue Intelligence is not investigating into the allegations of large scale Hawala money pouring into Kerala during recent months. However, Directorate of Enforcement has issued a Show Cause Notice under Foreign Exchange Management Act 1999 on 31.3.2004 to thirty eight persons on completion of investigation into a case of large scale Hawala transactions.

(c), (d) & (e) The information is being collected and will be laid on the Table of the House.